



**North Carolina Department of Health and Human Services
Division of Mental Health, Developmental Disabilities and Substance Abuse Services**

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Beverly Eaves Perdue, Governor
Lanier M. Cansler, Secretary

Leza Wainwright, Director

July 16, 2010

MEMORANDUM

TO: LME Directors
LME Finance Officers

FROM: Wanda Mitchell *Wanda*
Budget & Finance Office

RE: SFY 11 Final Continuation Allocation

Attached is the SFY 11 Final Continuation allocation which includes the following information:

- Individual LME Allocations
- Attachment I: Cross Area Service Program (CASP) Funding
- Attachment IIa-d: Mental Health, Developmental Disability, Substance Abuse and Non-Disability Specific Program Expansion/Reduction Funds
- Attachment III: Expansion Funding Purpose and Allocation Methodology
- Attachment IV: LME Systems Management Reductions

Funding included in this communication consists of last year's SFY 10 "Final" Allocation amount as provided in a memo dated September 8, 2009, with adjustments for subsequent allocations made during SFY 10 noted as recurring increases or decreases. It also includes expansion dollars appropriated by the General Assembly, specifically community services restoration funding that was scheduled as a 2 year reduction enacted by the General Assembly for SFY 2010 and 2011.

Mirrored to the original reduction plan for the 2010 and 2011 period, community service funds have been fully restored which includes LME state CASP dollars. However, systems management funding is reduced for the second year of its original reduction plan on a recurring basis and is reflected as such on Attachment IV.

In accordance with our agreement with the NC Council of Community Programs, in restoring the \$40 million in community funding to your budgets, LMEs should give priority to services for high risk populations (for example, crisis services, respite, services which divert individuals from State facilities) and other direct services to consumers. LMEs should consider using funds to address any shortages or gaps in services identified in your gaps analysis and strategic planning efforts. So that we may respond to the inevitable questions regarding how LMEs have used these restored funds, we are requesting that each of you submit a brief document outlining your plans for the restoration, including additional consumers to be served, major changes in your benefit plans, etc. Please submit this document to me by September 13, 2010.



This allocation letter also includes changes in coding certain federal funding sources. This is necessary for the Division to track and report requirements associated with Federal Funds. Revised federal fund codes are:

<u>Federal Funds</u>	<u>CFDA #</u>	<u>FRC</u>
Mental Health Block Grant	93.958	6Y
Substance Abuse Prevention & Treatment Block Grant	93.959	5U
SAPTBG Prevention Set-A-Side	93.959	XN
SAPTBG HIV Set-A-Side	93.959	X5

Should you have any questions related to this memo, please contact me or Kristi Hickman at (919) 733-7013 or via e-mail Wanda.Mitchell@dhhs.nc.gov or Kristi.Hickman@dhhs.nc.gov

Attachments

cc: Secretary Lanier Cansler
Michael Watson
DMH/DD/SAS Executive Leadership Team
DMH/DD/SAS Management Leadership Team
Yvonne Copeland
Patrice Roesler
MH Commissioner Chair
The Coalition Chair
SCFAC Chair
Sharnese Ransome
Lisa Hollowell
Shawn Parker
Kaye Holder
Renee McCoy
Pam Kilpatrick
John Dervin

